

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

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APR 05 2004

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-01902A
T. K. Water Service
P. O. Box 200
Vernon AZ 859400200

ANNUAL REPORT

FOR YEAR ENDING

12	31	2003
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FOR COMMISSION USE

Ann04	03
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COMPANY INFORMATION

<i>Timber Knoll Home Owners Association, Inc</i>			
Company Name (Business Name) <i>DBA TK Water Service</i>			
Mailing Address <i>P.O. Box 200</i>			
(Street)			
<i>Vernon</i>	<i>AZ</i>	<i>85940</i>	
(City)	(State)	(Zip)	
<i>928-537-3216</i>	<i>N/A</i>	<i>N/A</i>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address <i>N/A</i>			
Local Office Mailing Address <i>P.O. Box 200</i>			
(Street)			
<i>Vernon</i>	<i>AZ</i>	<i>85940</i>	
(City)	(State)	(Zip)	
<i>928-537-3216</i>	<i>N/A</i>	<i>N/A</i>	
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address <i>N/A</i>			

MANAGEMENT INFORMATION

Management Contact: <i>Doug Ferris</i>			
(Name)			
<i>President</i>			
(Title)			
<i>P.O. Box 474</i>	<i>Vernon</i>	<i>AZ</i>	<i>85940</i>
(Street)	(City)	(State)	(Zip)
<i>928-537-4657</i>	<i>N/A</i>	<i>N/A</i>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address <i>N/A</i>			
On Site Manager: <i>Doug Ferris</i>			
(Name)			
<i>P.O. Box 474</i>	<i>Vernon</i>	<i>AZ</i>	<i>85940</i>
(Street)	(City)	(State)	(Zip)
<i>928-537-4657</i>	<i>N/A</i>	<i>N/A</i>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address <i>N/A</i>			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Sandra J. Bratcher
(Name)

P.O. Box 200 Vernon AZ 85940
(Street) (City) (State) (Zip)

928-537-7078 N/A N/A
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: None
(Name)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input checked="" type="checkbox"/> Association/Co op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|--|-----------------------------------|-----------------------------------|
| <input checked="" type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME *T. K. WATER SERVICE*

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	<i>5,763</i>	<i>5713</i>	<i>50</i>
307	Wells and Springs	<i>4,280</i>	<i>4,280</i>	<i>-0-</i>
311	Pumping Equipment	<i>6,943</i>	<i>4,446</i>	<i>2,497</i>
320	Water Treatment Equipment	<i>494</i>	<i>250</i>	<i>244</i>
330	Distribution Reservoirs and Standpipes	<i>6,440</i>	<i>6,416</i>	<i>24</i>
331	Transmission and Distribution Mains	<i>60,547</i>	<i>24,014</i>	<i>36,533</i>
333	Services	<i>3,796</i>	<i>3,660</i>	<i>136</i>
334	Meters and Meter Installations	<i>2,401</i>	<i>2,126</i>	<i>275</i>
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	<i>165</i>	<i>165</i>	<i>-0-</i>
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	<i>90,829</i>	<i>51,070</i>	<i>39,759</i>

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

*T. K. WATER SERVICE***CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	5,763	5	0
307	Wells and Springs	4,280	5	0
311	Pumping Equipment	6,943	5	148
320	Water Treatment Equipment	494	5	25
330	Distribution Reservoirs and Standpipes	6,440	5	0
331	Transmission and Distribution Mains	60,547	5	2,459
333	Services	3,796	5	95
334	Meters and Meter Installations	2,401	5	120
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	165	N/A	
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	90,829		2,847

This amount goes on Comparative Statement of Income and Expense _____
 Acct. No. 403.

TIMBER KNOLL HOMEOWNERS' ASSOCIATION, INC.

**BALANCE SHEET
2003**

Acct. No.	ASSETS	Balance At Beginning Of Year	Balance At End Of Year
	<u>CURRENT AND ACCRUED ASSETS</u>		
131	Cash	\$14,762.00	\$4,849.00
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes / Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$14,762.00	\$4,849.00
	<u>FIXED ASSETS</u>		
101	Utility Plant in Service	\$75,650.00	\$4,849.00
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation - Utility Plant	\$48,223.00	\$51,070.00
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$27,427.00	\$39,759.00
	TOTAL ASSETS	\$42,189.00	\$44,608.00

TIMBER KNOLL HOMEOWNERS' ASSOCIATION, INC.

**BALANCE SHEET (Continued)
2003**

Acct. No.	LIABILITIES	Balance At Beginning Of Year	Balance At End Of Year
	<u>CURRENT LIABILITIES</u>		
231	Accounts Payable		
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	\$40.00	\$0.00
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$40.00	\$0.00
	<u>LONG TERM DEBT (Over 12 Months)</u>		
224	Long Term Notes and Bonds		
	TOTAL LONG TERM DEBT	\$0.00	\$0.00
	<u>DEFERRED CREDITS</u>		
251	Unamortized Premium on Debt		
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$0.00	\$0.00
	TOTAL LIABILITIES	\$40.00	\$0.00
	<u>CAPITAL ACCOUNTS</u>		
201	Common Stock Issued		
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	\$42,149.00	\$44,608.00
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$42,149.00	\$44,608.00
	TOTAL LIABILITIES AND CAPITAL	\$42,189.00	\$44,608.00

TIMBER KNOLL HOMEOWNERS' ASSOCIATION, INC.

**COMPARATIVE STATEMENT OF INCOME & EXPENSE
2003**

Acct. No.	INCOME	Balance At Beginning Of Year	Balance At End Of Year
	<u>OPERATING REVENUES</u>		
461	Metered Water Revenue	\$13,928.00	\$14,541.00
460	Unmetered Water Revenue		
474	Other Water Revenues	\$165.00	\$140.00
	TOTAL REVENUES	\$14,093.00	\$14,681.00
	<u>OPERATING EXPENSES</u>		
601	Salaries and Wages		
610	Purchased Water	\$1,387.00	\$1,745.00
615	Purchased Power		
618	Chemicals		
620	Repairs and Maintenance	\$395.00	\$915.00
621	Office Supplies and Expense	\$415.00	\$454.00
630	Outside Services	\$4,172.00	\$4,523.00
635	Water Testing	\$424.00	\$424.00
641	Rents		
650	Transportation Expenses		
657	Insurance - General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense	\$3,104.00	\$2,847.00
408	Taxes Other Than Income	\$821.00	\$879.00
408.11	Property Taxes	\$493.00	\$425.00
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$11,211.00	\$12,212.00
	OPERATING INCOME / (LOSS)		
	<u>OTHER INCOME / (EXPENSE)</u>		
419	Interest and Dividend Income		
421	Non-Utility Income		
426	Miscellaneous Non-Utility Income		
427	Interest Expense	(\$3.00)	(\$10.00)
	TOTAL OTHER INCOME / (EXPENSE)	(\$3.00)	(\$10.00)
	NET INCOME / (LOSS)	\$2,879.00	\$2,459.00

COMPANY NAME T.K. WATER SERVICE

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	<i>Not Applicable</i>			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ 0

Meter Deposits Refunded During the Test Year \$ 40

COMPANY NAME *T.K. WATER SERVICE*

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
<i>55-646115</i>	<i>5</i>	<i>20</i>	<i>640</i>	<i>6"</i>	<i>5/8 x 3/4</i>	<i>1962</i>

- Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
<i>NONE</i>		<i>NONE</i>

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
<i>3/4</i>	<i>2</i>	<i>NONE</i>	<i>NONE</i>

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
<i>10,000 Gal</i>	<i>1</i>	<i>120 Gal</i>	<i>2</i>

COMPANY NAME

T.K. WATER SERVICE

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS			CUSTOMER METERS	
Size (in inches)	Material	Length (in feet)	Size (in inches)	Quantity
2	PVC	3,195	5/8 X 3/4	42
3	PVC	200	3/4	
4	PVC	350	1	
5			1 1/2	
6	PVC	5360	2	
8			Comp. 3	
10			Turbo 3	
12			Comp. 4	
			Tubo 4	
			Comp. 6	
			Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

Automatic Chlorinator

STRUCTURES:

Well House

Pressure Tank House

OTHER:

NONE

COMPANY NAME: T.K. WATER SERVICE

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	42	284,169	438,400
FEBRUARY	42	128,951	177,750
MARCH	42	128,951	177,750
APRIL	42	174,466	225,600
MAY	42	309,907	352,000
JUNE	42	533,013	595,000
JULY	42	398,594	428,500
AUGUST	42	167,590	190,500
SEPTEMBER	42	220,825	241,900
OCTOBER	42	196,040	215,600
NOVEMBER	42	166,897	200,300
DECEMBER	41	116,823	153,000
TOTAL		N/A	3,396,300

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (x) No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (x) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. .001 mg/l

(If more than one well, please list each separately)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME T.K. WATER SERVICE YEAR ENDING 12/31/2003

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2003 was: \$ 425.30

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

Hard Copy

Apache County Treasurer

Owner

Monday, March 08, 2004

Betty M. Montoya

P.O. Box 699

St Johns, AZ 85936

Phone:(928) 337-4364, Fax:(928) 337-4686

bmontoya@co.apache.az.us

T K Water Service Formerly Timberknoll TOTAL VALUE OF OPERATING PROPERTY 106-41-058 988
Doug Ferris/Pres
PO Box 474
Vernon AZ 85940

Parcel ID: 926-21-000

Figures below based on 03/08/2004

Year	Roll #	Status	Taxes	CP Amount	Fee(s)	Interest	Payments	Balance Due
2003	50261	Tax	\$317.76	\$0.00	\$0.00	\$0.00	\$317.76	\$0.00
2002	49657	Tax	\$382.44	\$0.00	\$0.00	\$0.00	\$382.44	\$0.00
2001	48630	Tax	\$306.44	\$0.00	\$0.00	\$0.00	\$306.44	\$0.00
2000	47997	Tax	\$347.78	\$0.00	\$0.00	\$0.00	\$347.78	\$0.00
1999	47469	Tax	\$470.10	\$0.00	\$0.00	\$0.00	\$470.10	\$0.00
1998	46998	Tax	\$426.04	\$0.00	\$0.00	\$0.00	\$426.04	\$0.00
1997	46858	Tax	\$424.58	\$0.00	\$0.00	\$0.00	\$424.58	\$0.00
1996	46515	Tax	\$356.14	\$0.00	\$0.00	\$0.00	\$356.14	\$0.00
			\$3,031.28	\$0.00	\$0.00	\$0.00	\$3,031.28	\$0.00

Hard Copy

Monday, March 08, 2004

Apache County Treasurer

Owner

Betty M. Montoya

P.O. Box 699

St Johns, AZ 85936

Phone:(928) 337-4364, Fax:(928) 337-4686

bmontoya@co.apache.az.us

T K Water Service Formerly Timberknoll TOTAL VALUE OF OPERATING PROPERTY 106-41-059 6,000
Doug Ferris/Pres
PO Box 474
Vernon AZ 85940

Parcel ID: 926-20-900

Figures below based on 03/08/2004

Year	Roll #	Status	Taxes	CP Amount	Fee(s)	Interest	Payments	Balance Due
2003	50260	Tax	\$107.54	\$0.00	\$0.00	\$0.00	\$107.54	\$0.00
2002	49656	Tax	\$110.24	\$0.00	\$0.00	\$0.00	\$110.24	\$0.00
2001	48629	Tax	\$104.44	\$0.00	\$0.00	\$0.00	\$104.44	\$0.00
2000	47996	Tax	\$109.86	\$0.00	\$0.00	\$0.00	\$109.86	\$0.00
			\$432.08	\$0.00	\$0.00	\$0.00	\$432.08	\$0.00

COMPANY NAME T.K. WATER SERVICE YEAR ENDING 12/31/2003

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 2459
Estimated or Actual Federal Tax Liability 0

State Taxable Income Reported 2459
Estimated or Actual State Tax Liability 45

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances 0
Amount of Gross-Up Tax Collected 0
Total Grossed-Up Contributions/Advances 0

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Douglas J Ferris
SIGNATURE

3-29-04
DATE

Douglas J FERRIS
PRINTED NAME

PRESIDENT
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 05 2004

VERIFICATION

STATE OF AZ
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)
<u>Apache</u>
NAME (OWNER OR OFFICIAL) TITLE
<u>Doug Ferris President</u>
COMPANY NAME
<u>Timber Knolls Home Owners Assoc., Inc.</u>

**ARIZONA CORPORATION COMMISSION
DIRECTOR OF UTILITIES**

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 14,681

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 879.00
IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

X Doug Ferris
SIGNATURE OF OWNER OR OFFICIAL
928-537-4657
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 29 DAY OF

March 2004
(SEAL)

MY COMMISSION EXPIRES 9/15/06

COUNTY NAME	
<u>Navajo</u>	
MONTH	
<u>March</u>	
20 <u>04</u>	
SIGNATURE OF NOTARY PUBLIC	
<u>KATHIE ECHMAN</u>	
Notary Public - Arizona	
Navajo County	
My Commission Expires	
September 15, 2006	

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

RECEIVED

APR 05 2004

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

(COUNTY NAME) <u>APACHE</u>	
NAME (OWNER OR OFFICIAL) <u>DOUG FERRIS</u>	TITLE <u>PRESIDENT</u>
COMPANY NAME <u>T.K. WATER SERVICE</u>	

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 14,681

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 879
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

X Doug Ferris
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

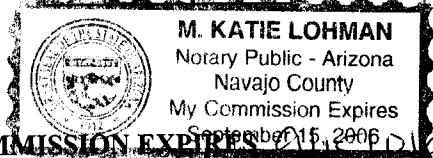
THIS

29

DAY OF

(SEAL)

MY COMMISSION EXPIRES



NOTARY PUBLIC NAME <u>M. Katie Lohman</u>	
COUNTY NAME <u>Navajo</u>	
MONTH <u>March</u>	YEAR <u>2004</u>

X [Signature]
SIGNATURE OF NOTARY PUBLIC